

ANNUAL REPORT

DOING MORE WITH LESS

Generalforsamling: 26.05.2016
Dirigent: Martin Skovbjerg

WELLTEC HOLDING APS CENTRAL BUSINESS REGISTRATION NO: 28 29 52 00
GYDEVANG 25, 3450 ALLERØD, DENMARK

Welltec®

COMPANY DETAILS

Company

Welltec Holding ApS
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Central Business Registration No: 28 29 52 00

Registered in: Allerød, Denmark

Financial year: January 1, 2015 – December 31, 2015

Executive Board

Jørgen Hallundbæk, Chief Executive Officer

Board of Directors

Jørgen Hallundbæk, Chairman
Annalisa Stupenengo
Michael Bricker

Company auditors

Deloitte Statsautoriseret Revisionspartnerselskab

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KEY FIGURES

Welltec Holding ApS	2015	2014	2013	2012	2011
STATEMENT OF COMPREHENSIVE INCOME (USD in millions)					
Net financials	4	3	(3)	130	(1)
Profit / (loss) before tax	4	3	(3)	130	(1)
Net profit / (loss) for the year	4	4	(3)	130	(1)
CASH FLOWS (USD in millions)					
Cash flows from operating activities	0	0	(2)	6	1
Cash flows from investment activities	0	0	(46)	135	0
Cash flows from financing activities	0	0	48	(141)	(1)
Total cash flows	0	0	0	0	0
BALANCE (USD in millions)					
Equity	52	48	44	1	11
Total assets	117	119	119	73	75
KEY RATIOS (%)					
ROIC excl. goodwill	0	0	0	0	0
Return on equity	7	8	(41)	282	(1)

The key figures are prepared in accordance with the Danish Society of Financial Analysts' "Recommendations & Financial Ratios 2015".

FINANCIAL REVIEW

Primary activities

The company is engaged in intervention of oil and gas wells using proprietary developed and produced robot technology. This takes place through the ownership of Welltec A/S

Development in activities and finances in 2015

Profit for 2015 comes to USD 3,647 thousand, and equity stands at USD 51,659 thousand as of December 31, 2015.

Unusual circumstances

No unusual events have occurred in 2015 that have affected the annual report.

Events after the end of the reporting date

In 2016 Welltec Holding expects to merge with its fully owned subsidiary Welltec A/S with Welltec A/S as the continuing company. No other significant events regarding the Company's activities have occurred since December 31, 2015.

STATEMENT BY MANAGEMENT ON THE ANNUAL REPORT

We have today considered and approved the annual report of Welltec Holding ApS for the financial year January 1, 2015 to December 31, 2015.

The financial statements have been prepared in accordance with International Financial Reporting Standards as adopted by the EU and additional Danish disclosure requirements for annual reports.

In our opinion, the financial statements give a true and fair view of the Company's financial position at December 31, 2015 and of the results of its operations and cash flows for the financial year January 1, 2015 to December 31, 2015.

In our opinion, the management commentary contains a fair review of the affairs and conditions referred to therein.

We recommend the annual report for adoption at the Annual General Meeting.

Allerød, April 14, 2016

Executive Board:

Jørgen Hallundbæk
Chief Executive Officer

Board of Directors:

Jørgen Hallundbæk
Chairman

Michael Bricker

Annalisa Stupenengo

INDEPENDENT AUDITOR'S REPORTS

To the shareholder of Welltec Holding ApS

Report on the financial statements

We have audited the financial statements of Welltec Holding ApS for the financial year January 1, 2015 to December 31, 2015 which comprise the statement of comprehensive income, statement of financial position, statement of changes in equity, statement of cash flows and notes, including accounting policies. The financial statements are prepared in accordance with International Financial Reporting Standards as adopted by the EU and disclosure requirements of the Danish Financial Statement Act.

Management's responsibility for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards as adopted by the EU and disclosure requirements of the Danish Financial Statement Act and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and additional requirements under Danish audit regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing audit procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation

of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our audit has not resulted in any qualification.

Opinion

In our opinion, the financial statements give a true and fair view of the Company's financial position at December 31, 2015 and of the results of its operations and cash flows for the financial year January 1, 2015 to December 31, 2015 in accordance with International Financial Reporting Standards as adopted by the EU and disclosure requirements of the Danish Financial Statement Act.

Statement on the management commentary

Pursuant to the Danish Financial Statements Act, we have read the management commentary. We have not performed any further procedures in addition to the audit of the financial statements.

On this basis, it is our opinion that the information provided in the management commentary is consistent with the financial statements.

Copenhagen, April 14, 2016

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No. 33 96 35 56

Martin Faarborg
State Authorized
Public Accountant

Sumit Sudan
State Authorized
Public Accountant

FINANCIAL STATEMENTS

2015

STATEMENT OF COMPREHENSIVE INCOME

For the years ended December 31, 2015, and 2014

(USD in thousands)

	NOTE	2015	2014
Administrative expenses		(2)	(3)
Operating loss (EBIT)		(2)	(3)
Financial income	4	7,209	6,744
Financial expenses	5	(3,209)	(3,295)
Profit before tax		3,998	3,466
Tax on profit for the year	6	(351)	331
Profit for the year		3,647	3,777
Total comprehensive income for the year		3,647	3,777
Allocation of total comprehensive income			
Transferred to accumulated result		3,647	3,777

STATEMENT OF FINANCIAL POSITION

As of December 31, 2015, and 2014

(USD in thousands)

	NOTE	2015	2014
Non-current assets			
Financial assets			
Investments in subsidiaries	7	117,305	117,305
Total financial assets		117,305	117,305
Total non-current assets		117,305	117,305
Current assets			
Receivables			
Tax receivables, joint taxation contribution		0	331
Receivables from subsidiaries		0	1,120
Total receivables		0	1,451
Cash and cash equivalents		0	0
Total current assets		0	1,451
Total assets		117,305	118,756

STATEMENT OF FINANCIAL POSITION

As of December 31, 2015, and 2014

(USD in thousands)

	NOTE	2015	2014
Equity			
Share capital	8	46,790	46,790
Accumulated result		4,869	1,222
Total equity		51,659	48,012
Non-current liabilities			
Loans from subsidiaries	10	64,706	70,016
Total current liabilities		64,706	70,016
Current liabilities			
Tax payable, joint taxation contribution		157	0
Payables to subsidiaries	10	783	726
Other payables	10	0	2
Total current liabilities		940	728
Total liabilities		65,646	70,744
Total equity and liabilities		117,305	118,756

STATEMENT OF CHANGES IN EQUITY

For the years ended December 31, 2015, and 2014

(USD in thousands)

	Share capital	Accumulated result	Total
Equity at January 1, 2014	46,790	(2,555)	44,235
Profit for the year	0	3,777	3,777
Total comprehensive income for the year	0	3,777	3,777
Equity at December 31, 2014	46,790	1,222	48,012
Profit for the year	0	3,647	3,647
Total comprehensive income for the year	0	3,647	3,647
Equity at December 31, 2015	46,790	4,869	51,659

STATEMENT OF CASH FLOWS

For the years ended December 31, 2015, and 2014

(USD in thousands)

	NOTE	2015	2014
Operating loss (EBIT)		(2)	(3)
Non-cash adjustments		2	3
Changes in working capital		0	0
Income taxes paid		0	0
Cash flows from operating activities		0	0
Financial income received		0	0
Capital increase in subsidiary		0	0
Cash flows from investing activities		0	0
Financial expenses paid		0	0
Capital increase		0	0
Increase in loans		0	0
Cash flows from financing activities		0	0
Increase/decrease in cash and cash equivalents		0	0
Cash and cash equivalents at January 1		0	0
Cash and cash equivalents at December 31		0	0

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1. ACCOUNTING POLICIES

Basis of accounting

The annual report of Welltec Holding ApS for 2015 is presented in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU and additional Danish disclosure requirements for annual reports of reporting class B enterprises. Please see the Danish Executive Order on IFRS Adoption issued in accordance with the Danish Financial Statements Act. Welltec Holding ApS is a limited liability company domiciled in Denmark.

The financial statements are presented in thousands of US dollar (USD), which is regarded as the presentation currency in relation to the Company's activities and the functional currency of the Company.

The annual report does not include consolidated financial statements as the conditions have been fulfilled for not preparing consolidated financial statements with reference to the higher level Parent's consolidated financial statements. The consolidated financial statements of the Parent, Welltec International ApS, Gydevang 25, 3450 Allerød, Denmark, may be ordered from the Parent.

The financial statements have been prepared on the historical cost basis.

The financial statements are presented in accordance with the new and revised Standards (IFRS/IAS) and Interpretations (IFRIC) which apply for the financial year. This has not resulted in any changes in accounting policies that have affected recognition and measurement in the current or previous years.

Future IFRS changes

At the date of the publication of this annual report, a number of new or amended Standards and Interpretations have not yet entered into force or have not yet been adopted by the EU, for which reason they have not been incorporated in this annual report.

None of the new Standards or amendments of existing Standards are expected to have a material impact on future financial statements.

Recognition and measurement

Assets are recognized in the statement of financial position when it is probable that future financial benefits will flow to the Company and the value of the asset can be measured reliably.

Liabilities are recognized in the statement of financial position when they are probable and can be measured reliably.

On initial recognition, assets and liabilities are measured at cost or fair value. Subsequently, assets and liabilities are measured as described for each item below.

Income is recognized in the statement of comprehensive income as earned. This includes recognition of value adjustments of financial assets and financial liabilities measured at amortized cost.

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the transaction date exchange rate. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the end of the reporting period are translated using the exchange rate at the end of the reporting period. Exchange differences that arise between the rate at the transaction date and the exchange rate effective at the payment date, or the exchange rate at the end of the reporting period, are recognized in the statement of comprehensive income as financial income or financial expenses.

Income taxes and deferred tax

The company is jointly taxed with the principal shareholder, JH Holding, Allerød, ApS, and Welltec Group's Danish subsidiaries. The current Danish income tax is allocated among the jointly taxed companies proportionally to their taxable income (full allocation with a refund concerning tax losses).

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognized in the statement of comprehensive income by the portion attributable to the profit or loss for the year and recognized directly in equity by the portion attributable to entries directly in equity.

Current tax payable or current tax receivable is recognized in the statement of financial position, computed as tax calculated on the taxable income for the year, adjusted for prepaid tax.

When computing the current tax for the year, the tax rates and tax rules in effect at the end of the reporting period are used.

Deferred tax is recognized according to the balance-sheet liability method on all temporary differences between carrying values and tax-based values of assets and liabilities, apart from deferred

NOTES

tax on all temporary differences occurring on initial recognition of goodwill or on initial recognition of a transaction that is not a business combination, and for which the temporary difference found at the time of initial recognition neither affects profit or loss for the year nor taxable income

Deferred tax is calculated based on the planned use of each asset and the settlement of each liability, respectively.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realized or the liability settled, based on the tax rates and tax legislation that have been enacted or substantively enacted in the respective countries on the balance sheet date. Changes in deferred tax resulting from changed tax rates or tax rules are recognized in the statement of comprehensive income unless the deferred tax is attributable to items previously recognized directly in equity. If so, such changes are also recognized directly in equity.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognized in the statement of financial position at their estimated realizable value, either as a set-off against deferred tax liabilities or as net assets for set-off against future positive taxable income. At the end of each reporting period, it is assessed whether sufficient taxable income is likely to arise in the future for the deferred tax asset to be used.

Balances calculated pursuant to the interest deduction limitation rule of the Danish Corporation Tax Act have been allocated among the jointly taxed companies according to the joint taxation arrangement entered into and are allocated among the companies that are subject to limitation of deductibility based on their share of the total limitation. Deferred tax liabilities in respect of these balances are recognized in the statement of financial position, whereas deferred tax assets are recognized only if they qualify for recognition as deferred tax assets.

Statement of comprehensive income

Administrative and sales costs

Administrative expenses comprise costs for auditing etc.

Financial income and expenses

These items comprise interest income and interest expenses, realized and unrealized exchange rate gains and losses on receivables and payables and foreign currency transactions as well as tax surcharge and tax relief under the Danish Tax Prepayment Scheme.

Statement of financial position

Financial assets

Investments in subsidiaries

Investments in subsidiaries are measured at cost. If the recoverable amount of the investment is lower than cost, investments are written down to this lower value.

Financial liabilities

On initial recognition, financial liabilities including other payables are measured at fair value. Subsequently, these liabilities are measured at amortized cost applying the effective interest method to the effect that the difference between proceeds and nominal amount is recognized in the statement of comprehensive income as a financial expense over the term of the loan.

Statement of cash flows

The Company's statement of cash flows is presented using the indirect method and shows cash flows from operating, investing and financing activities as well as the Company's cash and cash equivalents at the beginning and end of the accounting year. Cash flows from operating activities are calculated as EBIT adjusted for non-cash operating items, working capital changes and income taxes paid.

Cash flows from investing activities comprise financial income received and dividend received from Welltec A/S or capital increase in subsidiary.

Cash flows from financing activities comprise financial expenses paid and payment of dividend to the shareholder or capital increase from parent company.

Cash and cash equivalents comprise cash at bank and in hand.

Ratios

The following ratios are compiled in accordance with Recommendations & Ratios 2015 issued by the Danish Society of Financial Analysts and generally accepted calculation formulas.

$$\text{ROIC exd. goodwill} = \frac{\text{EBIT} \times 100}{\text{Average capital invested}}$$

$$\text{Return on equity} = \frac{\text{Net profit/(loss) for the year} \times 100}{\text{Average equity}}$$

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2. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The determination of carrying values and the preparation of the annual report build upon estimates made by Management of the likely effect of future events on the value of investments in subsidiaries. Actual results may differ from these estimates

Management considers that the following accounting estimates and assumptions are critical in the financial statements.

Impairment of investment in subsidiaries

Investment in subsidiaries represents USD 117,305 thousand equalizing 100 % of total assets in the company.

In 2015, the sudden decline in oil prices has left the industry under pressure to reduce spending which generally has increased the estimation uncertainty and reduced the market value of Welltec. Due to these impairment indications, Management has prepared an annual impairment test on the investment in subsidiaries.

In performing the impairment test Management makes an assessment of whether the Welltec A/S Group will be able to generate positive net cash flows sufficient to support the value of the investment in subsidiaries.

Investment in subsidiaries has been tested at the aggregated level and the Welltec A/S Group is considered as one cash-generating unit. It is the opinion of Management that the carrying amount for investment in subsidiaries does not exceed its recoverable value based on an estimate of present value of expected future net cash flows from the Welltec A/S Group (value-in-use).

The calculation of the value-in-use is based on the following key assumptions; expectations about future earnings, growth rates and discount rates.

Expectations about future earnings are based on financial budgets and long-term forecasts until the end of 2024, including longterm growth rates. A budget period exceeding 5 years has been applied as Management deems a longer budget period needed in order to reflect the growth rates of the Welltec A/S Group prior to the Group entering into a more steady growth situation. This is a result of the historic growth rates realized by the group as well as the future expected growth rates for the years included in the budget period, which Management has deemed to be 9 years. A growth rate of 2.0% has been applied in the terminal period from 2025 and onwards.

The discount rate applied is based on a risk-adjusted after tax discount rate (weighted average cost of capital) of 10.3%. The weighted average cost of capital before tax is 11.4%. In 2014 the weighted average cost of capital used was 9.2% which equals a before tax discount rate of 9.7%.

The estimates used build upon assumptions which, in the opinion of Management, are valid albeit inherently uncertain and unpredictable.

The impairment test is also based on following assumptions and market views:

Consensus suggests that the overall demand for Oil & Gas is expected to continue to increase as a result of a growing world economy. However, currently there is an oversupply, resulting in declining oil prices and volatility. As market consensus suggests, expectations are that supply and demand will reach balance over the course of the next 18 months, which inevitably will underpin the oil price and pave the way for a more stable oil price environment. For Welltec, the market potential remains unchanged, as the global demand continues to increase. In addition the current oil price environment requires the industry to adopt new technology that reduces cost of production and ultimately help operators create sustainable businesses.

In addition to the determination of the value in use above, recent shareholder transactions were conducted in the parent company Welltec International ApS in October, 2015 and in February, 2016 both implying a fair value of the Welltec Group of approximately USD 800 million.

Although the prevailing climate is challenging for the industry and Welltec with global E&P spend dramatically reduced, above supports that the long term market potential for Welltec is unchanged.

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3. STAFF COSTS

There have been no employees at Welltec Holding ApS for the financial years 2015 and 2014.

4. FINANCIAL INCOME

(USD in thousands)

	2015	2014
Interest income from financial assets that are not measured at fair value through profit or loss	0	0
Exchange rate gains	7,209	6,744
Total financial income	7,209	6,744

5. FINANCIAL EXPENSES

(USD in thousands)

	2015	2014
Interest expenses to parent	(845)	(963)
Interest expenses to subsidiaries	(2,364)	(2,332)
Interest expenses from financial liabilities that are not measured at fair value through profit or loss	(3,209)	(3,295)
Total financial expenses	(3,209)	(3,295)

NOTES

6. INCOME TAXES

(USD in thousands)	2015	2014
Current tax	(158)	331
Adjustment concerning previous years	(193)	0
Current tax incl. adj. in corporation tax previous years	(351)	331
Specification of tax:		
Profit before tax	3,998	3,466
	3,998	3,466
Danish corporate tax rate	23.5	24.5
Effect of exchange rate adjustment in USD and DKK on Danish corporation tax	(42.2)	(35)
Other taxes, including adjustment concerning previous years	27.5	(2)
	8.8	(10.5)

No income tax has been recognized in other comprehensive income or directly in equity in 2015 and 2014.

7. INVESTMENTS IN SUBSIDIARIES

(USD in thousands)	2015	2014
Acquisition cost 01.01	117,305	117,305
Acquisition cost 31.12	117,305	117,305

The company has investments in the following subsidiary:

Name	Registered country	Principal activity	Year / currency	Capital	Share
Welltec A/S	Denmark	Manufacture	1989/DKK	292,005,743	100%

NOTES

8. SHARE CAPITAL

The share capital consists of 254,865,743 shares at DKK 1/USD 0.18 per share

(USD in thousands)

	2015	2014
Share units 01.01	46,790	46,790
Share units 31.12	46,790	46,790

No dividend was paid in 2015 or 2014 and no dividend is proposed related to the financial year 2015 and 2014.

9. FEES TO AUDITOR APPOINTED AT THE ANNUAL GENERAL MEETING

(USD in thousands)

	2015	2014
Statutory audit services	2	3
Total fees to auditor	2	3

10. CURRENT AND NON-CURRENT FINANCIAL LIABILITIES

10.1 Maturity dates for financial liabilities

(USD in thousands)	2014			Total
	Less than 1 year	Between 1 and 5 years	Later than 5 years	
Loan from subsidiary	0	70,016	0	70,016
Payables to subsidiaries	726	0	0	726
Other payables	2	0	0	2
Total financial liabilities	728	70,016	0	70,744

All liabilities shown in the table above are measured at amortized cost. The amounts are exclusive of interest.

(USD in thousands)	2015			Total
	Less than 1 year	Between 1 and 5 years	Later than 5 years	
Loan from subsidiary	0	64,706	0	64,706
Payables to subsidiaries	783	0	0	783
Other payables	0	0	0	0
Total financial liabilities	783	64,706	0	65,489

All liabilities shown in the table above are measured at amortized cost. The amounts are exclusive of interest.

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11. ASSETS CHARGED AND CONTINGENT LIABILITIES

The Company's shares as well as the Company's shares in Welltec A/S have been provided as security for bond debt and the loan from the European Investment Bank issued by Welltec A/S.

Welltec Holding ApS is part of a Danish joint taxation scheme with JH Holding, Allerød, ApS and its Danish subsidiaries.

As from the 2013 financial year, the company has partly a joint and several liability and partly a secondary liability with respect to income taxes. As from 1 July 2012 it also has partly a joint and several liability and partly a secondary liability with respect to any obligations to withholding tax on interest, royalties and dividends for these companies. However, in both cases the secondary liability is capped at an amount equal to the share of the capital of the company directly or indirectly owned by the ultimate parent company.

The debt established under the bond program and the loan from the European Investment Bank are guaranteed by Welltec International ApS, Welltec Holding ApS, Welltec Canada Inc., Welltec Africa ApS, Welltec Latinamerica ApS, RS 2001 ApS, Welltec (UK) Ltd, Welltec Inc. and Welltec Oilfield Services (RUS) LLC. Subject to certain exceptions and permitted liens, the debts established under the bond program and the loan are secured, by (i) all of the issued shares of the Issuer and each of the Guarantors (other than Welltec International ApS, Welltec (UK) Ltd and Welltec Oilfield Services (RUS) LLC), (ii) certain intercompany loans and receivables of the Issuer and the Guarantors, (iii) the bank accounts of the Issuer and certain of the Guarantors and (iv) certain other assets of certain of the subsidiary Guarantors, including receivables and intellectual property rights. The bonds and the bond guarantees are secured by first-ranking liens over the same property and assets that will secure the obligations outstanding under the Revolving Credit Facility, certain hedging obligations and certain other indebtedness.

Welltec Holding ApS has issued a joined and several guarantee for a group company of USD 6,447 thousand.

12. FINANCIAL RISKS

Interest rate risk

Interest rate risk relates to interest-bearing debt to subsidiaries. The debt carries floating interest.

Fluctuations in the interest rate level affect the Company's debt to subsidiaries. An increase in the interest rate level of 1 percentage point per annum compared to the interest rate level at the end of the reporting period would have had a negative impact of USD 654 thousand (2014: USD 727 thousands) on the result and equity for the year. An equivalent drop in the interest rate level would have resulted in an equivalent positive effect on the result and equity for the year.

Currency risk

The company's interest-bearing debt has been incurred in DKK. A 10% increase in exchange rates compared to the exchange rate level at the end of the reporting period would have had a negative impact of USD 6.5 million (2014: USD 5.3 million) on the result and equity for the year. An equivalent drop in the exchange rate level would have resulted in an equivalent positive effect on the result and equity for the year.

Liquidity risk

Pursuant to the company's policy, capital raising and distribution of cash are managed centrally by the Welltec International ApS Group's finance department to the extent it is deemed appropriate.

Capital structure

The company is funded by equity and intra-group debt to subsidiaries. Dividend is paid only if sufficient, positive cash flows are generated to service debt and develop the business. The company's overall objective remains the same.

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13. RELATED PARTIES

Welltec Holding's related parties

The ultimate parent company preparing a consolidated financial statement in which Welltec Holding ApS is included is JH Holding, Allerød ApS, Haregabsvej 15, 3230 Græsted, Denmark.

1. JH Holding, Allerød, ApS, Haregabsvej 15, 3230 Græsted, Denmark, which is wholly controlled by Jørgen Hallundbæk
2. Welltec International ApS, Gydevang 25, 3450 Allerød, Denmark
3. 7 Industries Holding B.V. , Hoogoorddreef 15, 1101 BA, Amsterdam, Netherlands (owns more than 5% of Welltec International ApS)
4. 7 industries Lux S.à.r.l., 412F, route d'Esch, L-2086 Luxembourg, Luxembourg (owns more than 5% of Welltec International ApS)
5. Companies in which the principal shareholder exercises control, i.e. Haregabgaard ApS and Tinkerbell ApS, Haregabsvej 15, Esbønderup Skovhuse, 3230 Græsted
6. Members of the company's Executive Management and Board of Directors as well as close relatives of these members
7. Subsidiaries of Welltec Holding ApS – see note 7.

No remuneration has been paid to the Board of Directors or the Executive Board in 2015 or 2014.

Transactions and balances between Welltec Holding ApS and related parties:

(USD in thousands)

	2015	2014
Interest expenses to parent	(845)	(963)
Interest expenses to subsidiaries	(2,364)	(2,332)
Total transactions	(3,209)	(3,295)

The following balances were outstanding at the end of the reporting period:

(USD in thousands)

	Amounts owed by related parties		Amounts owed to related parties	
	2015	2014	2015	2014
Welltec International ApS	0	0	17,393	18,474
Subsidiaries	0	1,120	48,096	52,268
Total balances	0	1,120	65,489	70,742

14. EVENTS AFTER THE BALANCE SHEET DATE

In 2016 Welltec Holding expects to merge with its fully owned subsidiary Welltec A/S with Welltec A/S as the continuing company. No other significant events regarding the Company's activities have occurred since December 31, 2015.